STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

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Div. of Oil, Gas & Mining

SMALL MINING OPERATIONS 2009 PROGRESS REPORT January 1, 2009 to December 31, 2009

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the

rules as under the Utah Minerals Regulatory Program. Mine Permit Number: 5/019/2059 1. 2. LEONARD MURPHY #1 MINE Mine Name: Name of Operator/Permittee: EARTH ENERGY RESOURCES INC. 3. Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals Related/FORMS/MR-REV-SMO EXP pdf.

FORTIONS OF THE SELY OF THE SW'Y OF SECTION 35 TOWNSHIP 155

Mine Location: RANGE 23E, AND THE SW'Y OF THE SW'Y OF SECTION 36, TOWNSHIP 155, RANGE 36 4. 5. Report the gross amount of ore mined and waste moved, as well as the current disposition of the material (sold, stockpiled, regraded, etc.): Gross Ore Mined Tons, or ____yd³ Waste Material Moved ______Tons, or _____yd³
New Disturbance ______Acres during 2009 2010 Acres during 2009 2010 Area Reclaimed 3.59 Acres* Total Disturbed Area *Total life of mine disturbance to the end of 2009. 2010 Was the ore shipped off site? If not, where is the ore located? MILLEO DRE IS LOCATED ALONG THE ACCESS ROAD TO THE MINE PIT Where is the waste located? THE WASTE IS LOCATED ALONG THE SOUTH EAST WALL OF THE MINE PIT 6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) for an application for full or partial bond/site release). NO RECLAMATION WORK WAS PERFORMED IN 2010. THIS AREA IS INCLUDED IN A NOTICE OF INTENT FOR LARGE MINE OFERATIONS (M/047/0090) MPPROVED BY DOGM ON SEPTEMBER 19 2009. I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief. Name (Typed or Print): BARCLAY CUTHBERT Title of Operator: VICE PRESIDEN Signature of Operator: Baulay Cutther

Date: 6 DECEMBER, 2010

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